

REGULAR CITY COUNCIL MEETING  
DECEMBER 22, 1986

PRESENT

Ruth Hansen  
Gayle Bunker  
Craig Greathouse  
Don Dafoe  
David Church  
Neil Dutson

Mayor  
Council Member  
Council Member  
Council Member  
Council Member  
Council Member

ABSENT

Dorothy Jeffery

City Recorder

OTHERS PRESENT

Jim Allan  
Warren Peterson  
Roger Young  
Virginia Taylor  
Larry Sower

City Manager  
City Attorney  
Chief of Police  
City Clerk  
W. D. Haden Co.

Mayor Hansen called the meeting to order at 7:00 p.m. Virginia Taylor, City Clerk, acted as secretary. Mayor Hansen stated that notice of the meeting time, place and agenda was posted at the principal office of the governing body located at 76 North 200 West and was provided to the Millard County Chronicle/Progress, the local radio station, and to each member of the City Council by personal delivery two days prior to the meeting.

MINUTES

The proposed minutes of a regular City Council meeting held December 8, 1986, were presented for consideration and approval. The Council reviewed the minutes briefly and proposed corrections, after which Council Member Gayle Bunker MOVED that the minutes be approved as corrected. The motion was SECONDED by Council Member Craig Greathouse. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

ACCOUNTS PAYABLE

The Council reviewed the accounts payable, a list of which had been given to them two days prior to the meeting. Following a brief discussion of the accounts payable, Council Member Don

Dafoe MOVED that the accounts payable be approved for payment in the amount of \$42, 286.27, including Attorney Warren Peterson's bill in the amount of \$3,707.55. The motion was SECONDED by Council Member David Church. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

LARRY SOWER: OVERVIEW OF COMPANY

Mayor Hansen asked Larry Sower, General Manager of W. D. Haden Company, to address the Council and present an overview of the W. D. Haden Co. and its proposed project in Millard County.

Mr. Sower explained that the W. D. Haden Company is in the process of constructing a mineral salt extraction plant in Millard County between Delta and Milford. Mr. Sower said that their office is presently located in Milford, Utah, but they plan to relocate near Black Rock, Utah.

Mr. Sower explained that Sevier Lake is the source from which salt and potassium sulfate will be extracted to be used for fertilizers, chemicals, and various salt products.

Mr. Sower said that the development process of the plant will take approximately three years and the completed plant will employ approximately 100 employees.

The Council expressed their interest and their support in the development of the salt extraction plant and thanked Mr. Sower for coming to the meeting.

CITY ENGINEER JOHN QUICK: BUSH & GUDGELL PAYMENT REQUEST  
BILLING NO. 2-39175

Mayor Hansen asked City Manager Jim Allan to review Bush & Gudgell's payment request with the Council in view of John Quick's absence.

Jim Allan reviewed Bush & Gudgell Billing No. 2-39175 in the amount of \$12,608.46 in detail with the Council. Mr. Allan explained that the total engineering cost for the Open Drain Enclosure Project is \$40,874.72 and the \$12,608.46 is the final payment for engineering costs for that project.

The Council expressed concern over the high cost of inspections for the Open Drain Enclosure Project, as outlined in the payment request, and suggested that Mr. Quick be contacted and asked to explain the billing at the next regular City Council meeting.

Jim Allan then told the Council that he has written to the Community Impact Board (CIB) requesting that Delta City be scheduled on their next agenda to present Delta City's request for continued funding to complete the Open Drain Enclosure Project. Mr. Allan said that the initial request to the CIB was for \$48,000, but City Engineer John Quick suggested that there be a contingency of \$5,000 making the total request \$53,000.

Following further discussion, Council Member Neil Dutson MOVED to table this issue to allow further discussion with City Engineer John Quick. The motion was SECONDED by Council Member David Church. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

CITY MANAGER JIM ALLAN: 401(K) SUPPLEMENTAL RETIREMENT PLAN

Mayor Hansen asked City Manager Jim Allan to discuss the proposed 401(k) Supplemental Retirement Plan for present City employees.

Mr. Allan briefly discussed the 401(k) Supplemental Retirement Plan in conjunction with the Non-Contributory Retirement Plan.

Council Member David Church spoke in favor of the 401(k) Supplemental Retirement Plan and said it would encourage the present employees to retire from the City and discourage employee turnover, benefiting both the employees and Delta City.

Following brief discussion, Council Member Gayle Bunker MOVED to approve the 401(k) Supplemental Retirement Plan for present employees transferring to Noncontributory Retirement, subject to withdrawal of the benefit on June 30, 1987, depending on the 1987-1988 budget. The motion was SECONDED by Council Member Craig Greathouse. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

CITY MANAGER JIM ALLAN: RESOLUTION AUTHORIZING AN INTERLOCAL AGREEMENT WITH MILLARD COUNTY FOR PROVIDING 911 EMERGENCY TELEPHONE SERVICE

Mayor Hansen asked City Manager Jim Allan to present a proposed resolution prepared by Millard County Attorney Steven R. Jackson authorizing signing an Interlocal Agreement with Millard County for providing 911 Emergency Telephone Service. Mr. Allan presented a proposed resolution entitled:

RESOLUTION NO. 86-159

A RESOLUTION OF DELTA CITY AUTHORIZING SIGNING AN INTERLOCAL AGREEMENT WITH MILLARD COUNTY FOR PROVIDING 911 EMERGENCY TELEPHONE SERVICE.

Following a brief discussion, Council Member Don Dafoe MOVED to adopt Resolution No. 86-159. The motion was SECONDED by Council Member Gayle Bunker. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a roll call vote. The voting was as follows:

Council Member Gayle Bunker	Yes
Council Member David Church	Yes
Council Member Don Dafoe	Yes
Council Member Neil Dutson	Yes
Council Member Craig Greathouse	Yes

Mayor Hansen then signed the resolution.

ATTORNEY WARREN PETERSON: CONSIDERATION OF FINAL DRAFT OF  
AIRPORT WELL AGREEMENT

Mayor Hansen asked Attorney Warren Peterson to present a proposed document providing for conveyance to Delta City from J & B Investment Company of water rights presently diverted from a well near the Delta airport.

Attorney Peterson reviewed with the Council Resolution No. 85-143 adopted by the City Council in a regular meeting held December 30, 1985, which grants authority to enter into the proposed agreement.

Attorney Peterson then reviewed with the Council a final draft of a proposed agreement and addressed questions asked by the Council.

Following further discussion, Council Member Don Dafoe MOVED that Mayor Hansen be authorized to sign the proposed "Water Rights Agreement" as being consistent with the instructions and authorizations set out in Resolution No. 85-143. The motion was SECONDED by Council Member Gayle Bunker. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. Council Member Neil Dutson abstained from voting due to conflict of interest. Mr. Dutson also declared an interest as working as an agent for J & B Investment Co. The motion carried.

Following further discussion, Council Member Gayle Bunker MOVED to instruct Attorney Warren Peterson to initiate the change order application with J & B Investment Co. immediately. The motion was SECONDED by Council Member Craig Greathouse. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

CITY ACTIVITY REPORT

Council Member Neil Dutson suggested that Delta City advertise for bid on an annual basis regular and unleaded fuel to be used by City vehicles.

City Manager Jim Allan discussed with the Council an issue regarding Rocking "R" Oil Co. and Utah State Tax Commission concerning the sale and storage of gasoline and payment of fuel tax. He said that the State Tax Commission is questioning whether or not Rocking "R" Oil has sufficient control of gas dispensed for City owned vehicles. A key lock system is presently being used.

Mr. Allan said that a meeting with the State Tax Commission has been scheduled in January in which Thorpe Waddingham, Richard Waddingham and Mayor Hansen are to present Delta City's situation with Rocking "R" Oil Co. and said that he would report back to the Council after that meeting.

City Attorney Warren Peterson said that now the Water Rights Agreement is in place, the Airport Annexation Agreement can be prepared. He also said that a Mr. Kleingunther is interested in building a gun manufacturing plant in the proposed Airport Annexation area. Mr. Peterson recommended that the Council consider the proposed Airport Annexation for economic development reasons. He also said that the proposed completion date for the Airport Annexation is June 30, 1987.

City Manager Jim Allan said that he is in the process of preparing proposed 1987-1988 budgets with department heads and will have them available to the Council by the end of January.

Mayor Hansen reported that she has reviewed a copy of the minutes of IPA Board Meetings where it states that IPA is purchasing three small "cold start" generators for the IPP plant.

Council Member Craig Greathouse briefly reported on the Millard County Fire District and said that the Board adopted their 1987 Budget and are in the process of obtaining insurance for the Fire District.

Mr. Allan said that an Enterprise Fund has been established for the Fire Department - Fund 57.

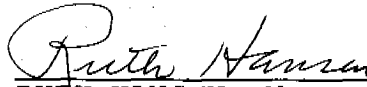
ROGER YOUNG: DISCUSSION OF PERSONNEL MATTERS

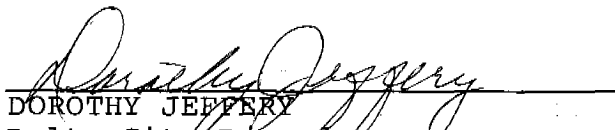
Mayor Hansen asked Chief of Police Roger Young to discuss with the Council personnel matters within the Police Department.

Chief Young requested that this issue be discussed in closed session. Council Member Craig Greathouse MOVED that the Council meet in closed session to discuss personnel matters. The motion was SECONDED by Council Member Don Dafoe. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

Following discussion of personnel matters, Council Member Neil Dutson MOVED to reconvene to regular City Council meeting. The motion was SECONDED by Council Member David Church. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

Mayor Hansen asked if there were any further comments or questions or items to be discussed. There being none, Council Member David Church MOVED to adjourn. The motion was SECONDED by Council Member Gayle Bunker. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously. Mayor Hansen declared the meeting adjourned at 9:03 p.m.

  
RUTH HANSEN, Mayor

  
DOROTHY JEFFERY  
Delta City Recorder

MINUTES APPROVED: RCCM 1-12-87